State Dept. review completed FORM 3020h Approved For Release 2002/05/17 : CIA-RDP77M00144R000300050025 7-71 MFG, 2/76 TOTAL COPIES CABLE SEC DISSEM B' CONFIDEN PERSON/UNIT NOTIFIED STATE MESSAGE ADVANCE COPY 185UED/S 4 ACTION UNIT FILE 5 N 25X1 6 ACTION # 0 497573 E1 A3 68 TOR: 2901382 NOV 75 ASIEVS CORNER OSFIEL R 2814472 NOV 75 FM A MEMBASSY MOSCOW TO RUEHC/SECSTATE WASH DC 7228 INFO RUEHDC/USDOC WASHDC BT CONFIDENTIAL MOSCOW 17101 US DOC FOR BEWT/USSR E.O. 11652: GDS TAGS! ETRD, EEWT, UR SUBJECT: OPERATIONS OF STATE COMMITTEE FOR FOREIGN ECONOMIC RELATIONS (GKES) 1. DURING MEETING NOVEMBER 26 WITH VISITING SENATE FOREIGN RELATIONS COMMITTEE STAFFER GILMORE AND COMMERCIAL ATTACHE, DEPUTY CHAIRMAN OF STATE COMMITTEE FOR FOREIGN ECONOMIC RELATIONS (GKES) I.A. KULIYEV PROVIDED SOME INFORMATION ON ACTIVITIES OF GKES. 2. ACCORDING TO KUL'YEV, ON VOLUME BASIS, GKES DOES 61 PERCENT OF ITS BUSINESS WITH DEVELOPING COUNTRIES, 36 PERCENT WITH OTHER "SOCIALIST" COUNTRIES," AND THE REMAINING 3 PERCENT WITH WESTERN COUNTRIES, HE NOTED, HOWEVER, THAT CONTACTS BETWEEN GKES AND WESTERN COUNTRIES ARE VERY RECENT DEVELOPMENT AND INDICATED THAT HE EXPECTED WESTERN COUNTRIES TO PLAY LARGER ROLE IN GKES OPERATIONS IN FUTURE. 3. ALTHOUGH IN PAST GKES HAS EXTENDED BOTH GOVERNMENT AND COMMERCIAL CREDITS TO EASTERN EUROPEAN AND OTHER "SOCIALIST" COUNTRIES, BULK OF PROJECTS WHICH GKES AND ITS SUBORDINATE FOREIGN TRADE ORGANIZATIONS WILL CARRY OUT IN THESE COUNTRIES IN THE FUTURE WILL BE TRANSACTED ON COMMERCIAL BASIS THROUGH CLEARING ARRANGE-MENTS WHICH USSR HAS WITH EACH COUNTRY. KULTYEV NOTED THAT IN IMMEDIATE POST-1949 PERIOD, GKES HAS EXTENDED "VERY LARGE" CREDITS TO PRC, ALL OF WHICH HAD NOW BEEN REPAID. 4. KUL'YEV CLAIMED THAT GKES WAS GOING TO PLAY IMPORTANT ROLE IN MAJOR PROJECTS WHICH SOVIET UNION PLANS TO UNDERTAKE WITH WESTERN COUNTRIES OUTSIDE USSR. AS EXAMPLES, HE SAID THAT GKES HAD PRIMARY RESPONSIBILITY FOR IRAN-USSR-FRG GAS DEAL AND FOR KALININGRAD NUCLEAR POWER STATION WHICH IS UNDER DISCUSSION WITH FRG. AS REGARDS FORMER. KULIYEV SAID ALL POINTS HAD BEEN AGREED AND FINAL CONTRACTS WOULD BE SIGNED SHORTLY. AS FAR AS KALININGRAD PROJECT CONCERNED, HE SAID SEVERAL PROBLEMS REMAINED TO BE RESOLVED. ONLY SPECIFIC POINT HE MENTIONED. HOWEVER, MASSORES PERFET 2002/05/PFT: OB-EDF FTWOOG 44ROUTS OF SELIVERED

FORM 2020b 7-71 MFG, 2/75

Approved For Release 2002/05/17 : CIA-RDP77M00144R000300050025-0

CABLE SEC DISSEM BY		I AV PER		TOTAL COPIES RUN BY												N BY						
				C	0	N	F	I	D	E	N	T	1	A	L		REPRODUCTION BY OTHER THAN ISSUING OFFICE IS PROHIBITED					
PERSON/UNIT NOTIFIED																			STA	T E	MESS	AGE
ADVANCE COP	Y 18	SUED/SLOTTED		BY		A	<u>r</u>		<u> </u>		<u> </u>						1			4		
ACTION UNIT		RF FILE	VR .												<u> </u>		2		<u> </u>	5		
	N														-		3			6		
ACTION #	0						•															
T 49757		EIA368			PAGE Ø			Ø	2-9						NC 37146							
				. 1	TO	Ri	29	01	38	Z 1	۷0 ۱	/ 7	5								•	

TO FRG. HE DID NOT MENTION WEST BERLIN ASPECT.

5. KUL'YEV'S OFFICE AT GKES IS DOMINATED BY LARGE MAP OF AFRICA.

ON WHICH THE ROUTE OF THE TAN-ZAM RAILROAD HAS BEEN MARKED IN HEAVY BLUE TAPE. IN VIEW OF KUL'YEV'S RESPONSIBILITIES FOR AFRICA WITHIN GKES (IN ADDITION TO WESTERN EUROPE AND THE U.S.).

THE ADDITION OF THE TAN-ZAM RAILROAD PROBABLY INDICATED A REMINDER OF A BIG PROJECT WHICH WAS LOST BY THE GKES.

STOESSEL